

This schedule applies to Non-Residents only, and must be accompanied by a copy of your federal form Schedule C.

YOUR SOCIAL SECURITY NUMBER & SPOUSE'S SOCIAL SECURITY NUMBER		I Located Everywhere	II Located in Ionia	III Percentage
1. a. Average net book value of real and tangible personal property.	1a			
b. Gross annual rent paid for real property only multiply by 8.....	1b			
c. TOTAL (Add lines 1a and 1b).....	1c			
2. Total wages, salaries, commissions and other compensation of all employees.....	2			%
3. Gross receipts from sales made or services rendered.....	3			%
4. Total percentages - Add the three percentages computed for Lines 1c, 2 and 3 from Column III.....				4 %
5. Average percentage (See Note below).....				5 %
6. Profit or loss from Schedule C, from Federal 1040.....				6 \$
7. City of Ionia business income - Line 6 multiplied by Line 5 (Enter on page 2, Schedule B, Section B2 Line B2b).....				7 \$

NOTE: In determining the average percentage (Line 5), a factor shall be excluded from the computation only when it does not exist anywhere as far as the taxpayer's business operation is concerned. In such cases, the sum of the percentages on Line 4 shall be divided by the number of factors actually used.

INSTRUCTION FOR I-1040 BA - BUSINESS ALLOCATION FORMULA

The Business allocation percentage formula is to be used by Non-resident owners of businesses with business activity both inside and outside the City of Ionia who, because they do not maintain sufficient records to accurately reflect the net profits from operations conducted in the City of Ionia or for other reasons, are not using the separate accounting method.

Line 1 a. Enter in Column I the average net book value of all real and tangible personal property located in the City of Ionia. The average net book value of real and tangible personal property may be determined by adding the net book values at the beginning of the year and the net book values at the end of the year and dividing this sum by two. Any other method which will accurately reflect the average net book value for the year will also be permitted.

Line 1 b. Enter in Column I the gross annual rentals multiplied by 8 for all rented real property regardless of location. In column II show the gross annual rentals multiplied by 8 for all rented real property located in the City of Ionia.

Line 1 c. Total, add lines 1a and 1b for both columns then divide Column II by Column I and enter % in Column III

Line 2. Enter in Column I the total compensation paid to all employees during the year and in Column II show the amount of compensation paid to employees for work done or for services performed within the City of Ionia during the year. Then divide Column II by Column I and enter % in Column III.

Line 3. Enter in Column I the total gross receipts from all sales or services rendered during the year and in Column II show the amount of receipts derived from sales made or services rendered in the City of Ionia during the year. Then divide Column II by Column I and enter % in Column III.

Line 4. Add Column III for lines 1c, 2 and 3 and enter here.

Line 5. The average percentage is line 4 divided by three unless line 1c, 2 or 3 column I is 0. (see note above)
In this case the sum of the percentages on line 4 shall be divided by the number of these lines that are greater than 0.

Line 6. Enter the amount of net profit (or loss) from your business or profession as computed on your federal 1040, schedule C, line 21.

Line 7. Multiply the amount on line 6 by the percentage on line 5, and enter the result here and on Schedule B, section B1, line b.

ATTACH A COPY OF THIS FORM TO YOUR CITY INCOME TAX RETURN